## **State of South Dakota**

## SEVENTY-SECOND SESSION LEGISLATIVE ASSEMBLY, 1997

637A0393

## SENATE BILL NO. 129

Introduced by: Senators Staggers, Drake, and Ham and Representatives Brown (Jarvis), Gleason, Monroe, and Schaunaman

- 1 FOR AN ACT ENTITLED, An Act to revise certain provisions relating to workers'
- 2 compensation workplace safety review services.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:
- 4 Section 1. That § 58-20-21 be amended to read as follows:
- 5 58-20-21. Any insurer writing workers' compensation insurance in this state shall offer to
- 6 conduct or contract for annual workplace safety review services, including review reports with
- 7 written recommendations for improved safety procedures, to each of its insureds whose policy
- 8 premium is five thousand dollars or more. A copy of the written recommendations shall be sent
- 9 by the insurance company to the Department of Labor annually. No written recommendation
- 10 prepared by an insurer pursuant to this section is subject to discovery or disclosure under chapter
- 11 15-6 or any other provision of law or admissible as evidence in any action of any kind in any
- 12 court or arbitration forum. However, the recommendation may be disclosed to a subsequent
- insurer of the employer. Compliance with this section does not constitute an undertaking by an
- insurer to supplant any responsibility its insured may otherwise have for workplace safety. Any
- 15 employer subject to this section shall have workplace safety reviews conducted by his insurer at

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1 least once every three years. The carrier shall provide loss control and accident prevention 2 services that are reasonably commensurate with the exposures, hazards, loss experience, and size of the employer's operation. The specific services to be utilized shall be within the discretion of 3 4 the insurer, but shall include consideration of hazard, experience, and size of the policyholder's 5 operations. If an insurer makes a written recommendation to correct a safety deficiency pursuant 6 to § 58-20-21, including failure to post safety posters as required by § 62-2-11, and it has not 7 been corrected at the time of a subsequent safety review, the insured shall be subject to an 8 appropriate increase in premium as determined by the insurer subject to the approval of the 9 director. The insurer is not responsible for inspecting for compliance with federal or state safety 10 laws or regulations.